

**UNIFIED SCHOOL DISTRICT #247
CHEROKEE, KANSAS**

Regulatory Basis Financial Statement and
Independent Auditors' Report with
Regulatory Required Supplemental Information
For the Fiscal Year Ended June 30, 2018

**UNIFIED SCHOOL DISTRICT #247
CHEROKEE, KANSAS**

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Diehl Banwart Bolton

Certified Public Accountants P.A.

INDEPENDENT AUDITORS' REPORT

To the Board of Education
Unified School District #247
Cherokee, Kansas 66724

We have audited the accompanying fund summary statement of receipts, expenditures, and unencumbered cash - regulatory basis, of the Unified School District #247, Cherokee, Kansas as of and for the fiscal year ended June 30, 2018 and the related notes to the financial statement.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1 to meet the financial reporting requirements of the State of Kansas. This includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statement, the financial statement is prepared by the District on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Board of Education
Unified School District #247
Cherokee, Kansas

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the District as of June 30, 2018 or changes in financial position and cash flows thereof for the fiscal year then ended.

Unqualified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the District as of June 30, 2018, and the aggregate receipts and expenditures for the fiscal year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures – actual and budget (budgeted funds only), individual fund schedules of regulatory basis receipts and expenditures – actual and budget, schedule of regulatory basis receipts and disbursements – agency funds, and the schedule of regulatory basis receipts, expenditures and unencumbered cash balances – activity funds (Schedules 1, 2, 3, and 4 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

Prior Year Comparative Numbers

The 2017 actual column presented in the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances and the individual fund schedules of regulatory basis receipts and expenditures – actual and budget (Schedule 2 as listed in the table of contents), are also presented for comparative analysis and was not a required part of the 2017 financial statement upon which we rendered an unqualified opinion dated November 20, 2017. The 2017 financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link <http://admin.ks.gov/offices/chief-financial-officer/municipal-services>. Such 2017 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2017 basic financial statement. The 2017 comparative information was subjected to the auditing procedures applied in the audit of the 2017 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2017 basic financial statement or to the 2017 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion the 2017 comparative information is fairly stated in all material respects in relation to the 2017 basic financial statement as a whole, on the basis of accounting described in Note 1.


DIEHL, BANWART, BOLTON, CPAs PA

November 27, 2018
Fort Scott, Kansas

**UNIFIED SCHOOL DISTRICT #247
CHEROKEE, KANSAS**

**Summary Statement of Receipts, Expenditures, and Unencumbered Cash - Regulatory Basis
For the Fiscal Year Ended June 30, 2018**

Funds	Beginning		Receipts	Expenditures	Ending		Plus Encumbrances and Accounts Payable	Ending	
	Cash Balance	Unencumbered			Unencumbered	Cash Balance		Cash Balance	Cash Balance
								June 30, 2018	2017
General Funds									
General	\$ -	\$ 5,043,136.07	\$ 5,043,136.07	\$ -	\$ -	\$ 82,973.63	\$ 457,384.15	\$ 457,384.15	\$ 471,178.88
Supplemental General	57,386.39	1,517,989.24	1,492,402.00				6,875.25	89,848.88	57,386.39
Special Purpose Funds									
At Risk Four Year Old	50,679.00	77,126.94	54,200.00		73,605.94		9,922.34	83,528.28	50,679.00
At Risk K-12	126,936.97	626,527.44	600,499.79		152,964.62		71,737.72	224,702.34	219,466.79
Virtual Education	-	10,000.00	7,550.00		2,450.00		-	2,450.00	-
Capital Outlay	568,532.63	721,419.66	361,924.12		928,028.17		98,870.02	1,026,898.19	580,367.19
Driver Education	6,276.71	595.94	1,320.00		5,552.65		-	5,552.65	6,276.71
Food Service	40,166.34	374,085.70	371,525.32		42,726.72		24,747.91	67,474.63	63,156.74
Professional Development	29,750.24	20,197.00	13,377.24		36,570.00		-	36,570.00	29,750.24
Parent Education	-	21,500.00	7,000.00		14,500.00		-	14,500.00	-
Special Education	341,513.32	766,132.00	739,931.44		367,713.88		1,733.14	369,447.02	347,524.43
Vocational Education	49,561.13	82,932.00	62,381.97		70,111.16		11,930.19	82,041.35	57,095.93
KPERS Retirement	-	465,320.27	465,320.27		-		-	-	-
Contingency Reserve	225,000.00	75,000.00	-		300,000.00		-	300,000.00	225,000.00
Textbook Rental	69,967.65	81,800.00	59,067.83		92,699.82		55,267.76	147,967.58	76,909.65
Title I	-	147,212.00	147,212.00		-		22,987.52	22,987.52	21,383.36
Title II Teacher Quality	-	33,568.00	33,568.00		-		5,174.22	5,174.22	5,075.94
Student Laptops	59,499.12	44,476.39	-		103,975.51		-	103,975.51	59,499.12
Grant	(3,559.71)	209,406.68	209,981.04		(4,134.07)		4,493.68	359.61	1,002.11
Gate Receipts	36,499.69	62,820.80	73,283.35		26,037.14		-	26,037.14	36,499.69
School Projects	5,492.60	7,873.06	10,113.52		3,252.14		-	3,252.14	5,492.60
Capital Project Funds									
Improvements Fund	-	750,320.23	669,995.00		80,325.23		654,995.00	735,320.23	-
Total Reporting Entity	\$ 1,663,702.08	\$ 11,139,439.42	\$ 10,423,788.96		\$ 2,379,352.54		\$ 1,426,118.90	\$ 3,805,471.44	\$ 2,313,744.77
			Board Checking Accounts.....					\$ 3,658,146.27	\$ 2,153,205.13
			Activity Checking Accounts.....					117,667.31	121,962.91
			Certificates of Deposit.....					105,000.00	105,000.00
			Total Cash					3,880,813.58	2,380,168.04
			Agency Funds Per Schedule 3					75,342.14	66,423.27
			Total Reporting Entity					\$ 3,805,471.44	\$ 2,313,744.77

The notes to the financial statement are an integral part of this statement.

**UNIFIED SCHOOL DISTRICT #247
CHEROKEE, KANSAS**

Notes to the Financial Statement
For the Fiscal Year Ended June 30, 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statement of Unified School District #247, Cherokee, Kansas, has been prepared in accordance with the State of Kansas regulatory basis of accounting, and is designed to show compliance with the cash basis and budget laws of the State of Kansas. The *Kansas Municipal Audit and Accounting Guide* (KMAAG), as approved by the director of the Kansas Division of Accounts and Reports, establishes the guidelines for the regulatory basis of accounting in the state of Kansas. Note 1 describes how the District's accounting policies differ from accounting principles generally accepted in the United States of America.

Reporting Entity

The District is a municipal corporation governed by an elected seven-member board. This financial statement presents Unified School District #247, Cherokee, Kansas (the municipality) and related municipal entities. There are no related municipal entities that are included in the District's reporting entity.

Basis of Presentation - Fund Accounting

A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations.

The following types of funds comprise the financial activities of the District:

REGULATORY BASIS FUNDS

- General Fund – the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.
- Special Purpose Funds – used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.
- Agency Funds – funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, county treasurer tax collection accounts, etc.).
- Capital Project Fund – used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** - (Continued)

Regulatory Basis of Accounting and Departures from Accounting Principles Generally Accepted in the United States of America

The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The District has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the District to use the regulatory basis of accounting.

Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general funds, special purpose funds (unless specifically exempted by statute), and bond and interest funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding fiscal year on or before August 1.
2. Publication in the local newspaper of the proposed budget and a notice of public hearing on the budget on or before August 5.
3. Public hearing on or before August 15, but at least ten days after the publication of a notice of hearing.
4. Adoption of the final budget on or before August 25.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. The General Fund budget was amended this year. The District decreased the General Fund budget to the legal maximum budget in accordance with Kansas statutes.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

Annual operating budgets are prepared using the cash basis of accounting, modified further by the recording of accounts payable and encumbrances. Revenues are recognized when cash is received. Expenditures include cash disbursements, accounts payable and encumbrances. Encumbrances are commitments of the District for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** - (Continued)
Budgetary Information (Continued)

Any unused budgeted expenditure authority lapse at year end.

A legal operating budget is not required for fiduciary funds and the following special revenue funds:

- Grant Funds (K.S.A. 72-8210)
- Federal Funds (K.S.A. 12-1663)
- Contingency Reserve Fund (K.S.A. 72-6426)
- Textbook Rental Fund (K.S.A. 72-8250)
- Improvements Fund (Capital Project Fund)

Spending in funds, which are not subject to the legal annual operating budget requirement, is controlled by federal regulations, other statutes or by the use of internal spending limits established by the governing body.

Cash and Investments

Cash and investments are comprised of interest and non-interest bearing checking accounts and repurchase agreements. Kansas statutes permit investment in savings accounts, certificates of deposit, repurchase agreements, and obligations of the U.S. Treasury.

Compensated Absences

Certified employees receive twelve days a year of personal leave, which can be accumulated up to ninety-four days. Classified employees receive one day per month of personal leave which can be accumulated up to 60 days. All employees receive three days per year of emergency leave for death in the immediate family with no accumulation of days permitted. Upon retirement, employees may receive up to a maximum of 25 days of personal leave depending upon years of service and KPERs retirement eligibility. Sick leave is lost if the employment terminates for any reason other than death, retirement, or a minimum number of years of service. The District accrues a liability for compensated absences which meet the following criteria:

1. The District's obligation relating to the employee's right to receive compensation for future absences is attributable to employee's services already rendered.
2. The obligation relates to rights that vest or accumulate.
3. Payment of the compensation is probable.
4. The amount can be reasonably estimated and is material to the financial statements.

In accordance with this criteria, the District has not accrued a liability for compensated absences as the liability is not significant.

Termination and Post Employment Benefits

No termination benefits are provided to District employees when employment with the District ends except for the accrued compensated absences as discussed in Note 1 and early retirement benefits.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** - (Continued)
Termination and Post Employment Benefits (Continued)

The District has adopted a policy providing early retirement benefit options. In general, the policy allows certified employees with 15 years of continuous service to the District the option to retire after attaining the age of 60. Benefits which are provided are as follows: 1) paid personal leave up to certain limits as provided for in the current negotiated agreement between the district and its certified employees, 2) twenty percent (20%) of the last regular salary will be paid during each of the first two years of eligibility of opting to retire, otherwise foregone, 3) medical insurance coverage will be provided until the employee attains age 65, in the amount of the annual single premium insurance rate, 4) if the employee is deceased, the designated beneficiary will receive cash in lieu of medical insurance coverage until the deceased employee would have attained the age of 65. Classified employees are also eligible to receive the medical insurance benefits of early retirement. The District funds these benefits on a pay as you go basis. The liability at June 30, 2018 totaled \$90,450.

As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the local government is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the District under this program.

Property Taxes

In accordance with governing state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1 of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of the taxes levied on or before December 20 during the year levied with the balance to be paid on or before May 10th of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1 of the ensuing year. Consequently, for revenue recognition purposes, taxes levied during the current year are not due and receivable until the ensuing year. At December 31 such taxes are a lien on the property.

Reimbursements and Other Qualifying Budget Credits

Reimbursements are included in Other Receipts in the financial statement, and include payments from one fund to reimburse the fund as well as payments from outside sources to reimburse the District for expenditures incurred. Reimbursements include such receipts as certain non-budgeted grants, gifts and donations. Reimbursements allow the District to extend the certified budget; that is, to spend more than the legal budget to the extent that the reimbursements exceed the amounts budgeted.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statutes

The financial statement and regulatory-required supplemental information is prepared in order to show compliance with the cash basis and budget laws of Kansas. The District was in apparent compliance with the cash basis and budget laws of Kansas. The negative cash in the Grant Fund is not a violation due to grant funds receivable at year end.

3. CASH, INVESTMENTS AND DEPOSITS WITH FINANCIAL INSTITUTIONS

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the Government is located and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The Government has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the Government's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The Government has no investment policy that would further limit its investment choices, but has limited the investments to time deposits at the local banks.

Concentration of credit risk. State statutes place no limit on the amount the Government may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the Government's deposits may not be returned to it. State statutes require the Government's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The District does not have any "peak periods" designated.

At June 30, 2018 the District's carrying amount of deposits was \$3,880,813.58 and the bank balance was \$3,918,071.72. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$468,498.28 was covered by federal depository insurance, and the remaining \$3,449,573.44 was collateralized with securities totaling \$3,792,394.82 held by the pledging financial institutions' agents in the District's name.

4. PENSION PLAN

General Information about the Pension Plan

Plan description. The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et. seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

4. **PENSION PLAN** (Continued)

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009 and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate of 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate with a 0% moratorium for the period of July 1, 2017 through September 30, 2017 for the Death and Disability Program) was 10.81% for the fiscal year ended June 30, 2017. The actuarially determined employer contribution rate was 12.01% for the fiscal year ended June 30, 2018. Per 2016 House Substitute for Senate Bill 161, Section 98(a)(1), state general fund and expanded lottery act revenue funds for employer contributions to KPERS were deferred. The amount deferred for school contributions was \$92,917,091 for the fiscal year ended June 30, 2016 and the anticipated repayments per SB249 were nullified per HB2052 during fiscal year 2017.

The State of Kansas contribution to KPERS for all school municipalities for the year ending June 30, 2017, received as of June 30th was \$304,596,361. Per 2017 Senate Substitute for House Bill 2052, Section 37(a), state general fund employer contributions to KPERS were decreased by \$64,130,234 for the fiscal year ended June 30, 2017. Section 43(17) of the bill also stipulates that repayments of the reduced contributions are to be amortized over twenty years at a level dollar amount commencing in fiscal year 2018. The level dollar amount was computed to be \$6.4 million dollars per year.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$465,320.27 for the year ended June 30, 2018.

Net Pension Liability

At June 30, 2018, the District's proportionate share of the collective net pension liability reported by KPERS was \$6,141,002. The total net pension liability for all of KPERS was \$9,128,629,062. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2016, which was rolled forward to June 30, 2017. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2017. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at www.kpers.org or can be obtained as described above.

5. **IN-SUBSTANCE RECEIPT IN TRANSIT**

The District received \$166,462 subsequent to June 30, 2018 and as required by K.S.A. 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the fiscal year ended June 30, 2018.

6. **RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employees health and life; and natural disasters. The District manages these various risks of loss by purchasing insurance policies.

7. **CONTINGENCIES**

In the normal course of operations, the District participates in various federal or state grant programs from year to year. The grant programs are often subject to additional audits by agents of the granting agency, the purpose of which is to ensure compliance with the specific conditions of the grant. Any liability for reimbursement, which may arise as a result of these audits, cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material.

8. **INTERFUND TRANSFERS**

Operating transfers are routinely made from the General and Supplemental General Funds to other funds as allowed by Kansas Statutes. Operating transfers were as follows:

FROM	TO	STATUTORY AUTHORITY	AMOUNT
General	At Risk 4 Year Old	K.S.A. 72-6428	\$ 77,126.94
General	Virtual Education	K.S.A. 72-6428	10,000.00
General	Capital Outlay	K.S.A. 72-6428	270,891.75
General	Food Service	K.S.A. 72-6428	55,000.00
General	Professional Development	K.S.A. 72-6428	20,000.00
General	Special Education	K.S.A. 72-6428	759,735.00
General	Parent Education	K.S.A. 72-6428	9,400.00
General	Vocational Education	K.S.A. 72-6428	75,000.00
General	Contingency Reserve	K.S.A. 72-6428	75,000.00
General	Textbook Rental	K.S.A. 72-6428	80,000.00
General	Student Laptops	K.S.A. 72-6428	45,000.00
Supplemental General	At Risk K-12	K.S.A. 72-6433	626,527.44
Supplemental General	Parent Education	K.S.A. 72-6433	12,100.00

9. BUDGET AMENDMENTS

The General Fund Budget was amended as follows:

	Original Budget	Amended Budget
Cash Receipts		
Local Sources	\$ -	\$ -
State Sources	4,839,755.00	4,976,946.00
Federal Sources	-	-
Total Cash Receipts	4,839,755.00	4,976,946.00
Unencumbered Cash, Beginning	-	-
Resources Available	<u>\$ 4,839,755.00</u>	<u>\$ 4,976,946.00</u>
Expenditures		
Instruction	\$ 1,362,555.00	\$ 1,450,555.00
Support Services	2,352,700.00	2,401,891.00
Operating Transfers to Other Funds	1,124,500.00	1,124,500.00
Total Expenditures	<u>\$ 4,839,755.00</u>	<u>\$ 4,976,946.00</u>

10. CAPITAL PROJECTS

As stated in Note 12, the District entered into a lease purchase agreement to pay for site improvements within the District. Capital Project authorizations with approved change orders compared to expenditures from inception are as follows:

	Project Authorization	Expenditures to Date
2018 Site Improvements:		
Cost of Issuance	\$ 15,000.00	\$ 15,000.00
Project Costs	735,000.00 (1)	654,995.00
Totals	<u>\$ 750,000.00</u>	<u>\$ 669,995.00</u>

Note (1): Includes encumbrances at June 30, 2018 totaling \$654,995.00.

11. SUBSEQUENT EVENTS

Management has evaluated events and transactions occurring subsequent to June 30, 2018 through November 27, 2018, the date the financial statement was available for issue. During this period, there were no subsequent events requiring recognition in the financial statement or disclosure in the notes to the financial statements.

12. LONG-TERM OBLIGATIONS

In December 2017, the District entered into a lease purchase agreement totaling \$750,000 to finance site improvements in the District. The agreement has an interest rate of 0.00%, and matures in December 2032. Annual payments of \$50,000 are to be paid and invested in a reserve account which will then be used to payoff the amount due of \$750,000 in December 2032. The reserve account has no balance as of June 30, 2018 as the 1st payment is not due until December 2018.

In May 2018, the District entered into a lease purchase agreement totaling \$772,000 to refinance a prior lease purchase agreement with a balance of \$736,592 as of the date refinanced. The refinanced agreement bore interest at 5.17%, whereas the new agreement has a 2.75% interest rate, resulting in reduced debt service payments by the District of approximately \$36,000.

Changes in long term obligations and future maturities are shown in the following two pages:

12. LONG TERM OBLIGATIONS (Continued)

Statement of Changes in Long Term Obligations

Issue	Amount of Issue	Interest Rates	Date of Issue	Date of Final Maturity	Balances Beginning of Year	Additions/ New Debt	Reductions/ Principal Paid	Balances End of Year	Interest Paid
<u>Lease Purchase Agreements</u>									
Building Improvements	\$ 1,197,359	5.17%	4/4/2007	12/4/2025	\$ 799,987	\$ -	\$ 63,395	\$ -	\$ 49,628
Paid with Refunding Lease Improvements	750,000	0.00%	12/29/2017	12/15/2032	-	750,000	\$ 736,592	\$ -	\$ 12,468
Refunding Building Improvements	772,000	2.75%	5/1/2018	5/1/2025	-	772,000	-	750,000	-
								772,000	-
Total Lease Purchase Agreements					\$ 799,987	\$ 1,522,000	\$ 799,987	\$ 1,522,000	\$ 62,096

12. LONG TERM OBLIGATIONS (Continued)

Statement of Maturities of Long Term Obligations

Issue	2019	2020	2021	2022	2023	2024 2028	2029 2033	Totals
<u>Principal</u>								
<u>Lease Purchase Agreements</u>								
Building Improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Refunding Building Improvements	107,000	90,000	95,000	100,000	105,000	275,000	750,000	750,000
Total Lease Purchase	<u>\$ 107,000</u>	<u>\$ 90,000</u>	<u>\$ 95,000</u>	<u>\$ 100,000</u>	<u>\$ 105,000</u>	<u>\$ 275,000</u>	<u>\$ 750,000</u>	<u>\$ 1,522,000</u>
<u>Interest</u>								
<u>Lease Purchase Agreements</u>								
Building Improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Refunding Building Improvements	20,446	17,738	15,194	12,513	9,763	10,656	-	86,309
Total Lease Purchase	<u>\$ 20,446</u>	<u>\$ 17,738</u>	<u>\$ 15,194</u>	<u>\$ 12,513</u>	<u>\$ 9,763</u>	<u>\$ 10,656</u>	<u>\$ -</u>	<u>\$ 86,309</u>
Grand Totals	<u>\$ 127,446</u>	<u>\$ 107,738</u>	<u>\$ 110,194</u>	<u>\$ 112,513</u>	<u>\$ 114,763</u>	<u>\$ 285,656</u>	<u>\$ 750,000</u>	<u>\$ 1,608,309</u>

**UNIFIED SCHOOL DISTRICT #247
CHEROKEE, KANSAS**

**REGULATORY REQUIRED
SUPPLEMENTAL INFORMATION**
For the Fiscal Year Ended June 30, 2018

**UNIFIED SCHOOL DISTRICT #247
CHEROKEE, KANSAS**

**Summary of Expenditures - Actual and Budget (Budgeted Funds Only) - Regulatory Basis
For the Fiscal Year Ended June 30, 2018**

Funds	Certified Budget	Adjustment to Comply with Legal Maximum	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year Budget	Variance - Over (Under)
GOVERNMENTAL TYPE FUNDS						
General Funds						
General	\$ 4,976,946.00	\$ (81,322.00)	\$ 147,512.47	\$ 5,043,136.47	\$ 5,043,136.07	\$ (0.40)
Supplemental General	1,492,402.00	-	-	1,492,402.00	1,492,402.00	-
Special Purpose Funds						
At Risk Four Year Old	54,200.00	-	-	54,200.00	54,200.00	-
At Risk K-12	600,500.00	-	-	600,500.00	600,499.79	(0.21)
Virtual Education	27,500.00	-	-	27,500.00	7,550.00	(19,950.00)
Capital Outlay	630,000.00	-	35,956.13	665,956.13	361,924.12	(304,032.01)
Driver Education	4,475.00	-	-	4,475.00	1,320.00	(3,155.00)
Food Service	454,900.00	-	8,499.48	463,399.48	371,525.32	(91,874.16)
Professional Development	17,500.00	-	-	17,500.00	13,377.24	(4,122.76)
Parent Education	7,000.00	-	-	7,000.00	7,000.00	-
Special Education	911,380.00	-	-	911,380.00	739,931.44	(171,448.56)
KPERS Retirement	524,524.00	-	-	524,524.00	465,320.27	(59,203.73)
Vocational Education	79,500.00	-	-	79,500.00	62,381.97	(17,118.03)
	\$ 9,780,827.00					

UNIFIED SCHOOL DISTRICT #247
CHEROKEE, KANSAS
GENERAL FUND

Schedule of Receipts and Expenditures - Actual and Budget - Regulatory Basis

For the Fiscal Year Ended June 30, 2018

With Comparative Actual for Fiscal Year Ended June 30, 2017

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Local Sources				
Other	153,921.82	145,232.47	-	145,232.47
Federal Sources				
Federal aid	-	-	-	-
State Sources				
Mineral tax	25.63	16.60	-	16.60
General aid	4,241,982.00	4,404,270.00	4,403,197.00	1,073.00
Special education aid	605,453.00	491,337.00	573,749.00	(82,412.00)
KPERS State aid	339,497.61	-	-	-
Other State grants	450.00	2,280.00	-	2,280.00
Total Receipts	<u>5,341,330.06</u>	<u>5,043,136.07</u>	<u>\$ 4,976,946.00</u>	<u>\$ 66,190.07</u>
Expenditures				
Instruction	1,286,397.28	1,279,692.61	\$ 1,450,555.00	\$ (170,862.39)
Support Services				
Student Support	169,292.10	170,004.52	206,250.00	(36,245.48)
Instructional Support	216,709.87	176,561.53	218,750.00	(42,188.47)
General Administration	292,787.48	313,447.44	306,950.00	6,497.44
School Administration	506,239.47	523,801.30	518,300.00	5,501.30
Operations and Maintenance	675,631.03	746,114.29	761,500.00	(15,385.71)
Transportation Services	337,869.38	361,360.69	390,141.00	(28,780.31)

**UNIFIED SCHOOL DISTRICT #247
CHEROKEE, KANSAS
GENERAL FUND**

Schedule of Receipts and Expenditures - Actual and Budget - Regulatory Basis
For the Fiscal Year Ended June 30, 2018
With Comparative Actual for Fiscal Year Ended June 30, 2017

	Current Year			Variance - Over (Under)
	Actual	Actual	Budget	
Expenditures (Continued)				
Operating Transfers to Other Funds				
At Risk Four Year Old	\$ 105,500.00	\$ 77,126.94	\$ 50,000.00	\$ 27,126.94
At Risk K-12	45,000.00	-	100,000.00	(100,000.00)
Virtual Education	5,000.00	10,000.00	27,500.00	(17,500.00)
Capital Outlay	102,646.91	270,891.75		270,891.75
Driver Education	-	-		-
Food Service	61,305.93	55,000.00	25,000.00	30,000.00
Professional Development	2,000.00	20,000.00		20,000.00
Parent Education	-	9,400.00	7,000.00	2,400.00
Special Education	965,453.00	759,735.00	800,000.00	(40,265.00)
Vocational Education	80,000.00	75,000.00	50,000.00	25,000.00
KPERS	339,497.61	-	-	-
Contingency Reserve	75,000.00	75,000.00	65,000.00	10,000.00
Textbook Rental	40,000.00	80,000.00	-	80,000.00
Student Laptops	35,000.00	40,000.00	-	40,000.00
Adjustment to Comply with Legal Maximum Budget	-	-	(81,322.00)	81,322.00
Subtotal Expenditures	5,341,330.06	5,043,136.07	4,895,624.00	
Adjustments to Budget				
Adjustment for Reimbursements and Grants	-	-	147,512.47	(147,512.47)
Total Expenditures	5,341,330.06	5,043,136.07	\$ 5,043,136.47	\$ (0.40)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ -		

UNIFIED SCHOOL DISTRICT #247

CHEROKEE, KANSAS

SUPPLEMENTAL GENERAL FUND

Schedule of Receipts and Expenditures - Actual and Budget - Regulatory Basis

For the Fiscal Year Ended June 30, 2018

With Comparative Actual for Fiscal Year Ended June 30, 2017

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Local Sources				
Ad valorem tax	\$ 690,756.58	\$ 697,912.66	\$ 631,239.00	\$ 66,673.66
Delinquent tax	23,766.36	23,263.77	9,176.00	14,087.77
Other	-	-	-	-
County Sources				
Motor vehicle tax	103,542.21	129,366.81	127,155.00	2,211.81
State Sources				
State aid	807,775.00	667,446.00	667,446.00	-
Total Receipts	1,625,840.15	1,517,989.24	\$ 1,435,016.00	\$ 82,973.24
Expenditures				
Instruction	1,174,619.00	853,774.56	\$ 1,067,402.00	\$ (213,627.44)
Support Services	-	-	-	-
Operating Transfers to Other Funds				
At Risk K-12	510,000.00	626,527.44	425,000.00	201,527.44
Parent Education	-	12,100.00	-	12,100.00
Total Expenditures	1,684,619.00	1,492,402.00	\$ 1,492,402.00	\$ -
Receipts Over (Under) Expenditures	(58,778.85)	25,587.24		
Unencumbered Cash, Beginning	116,165.24	57,386.39		
Unencumbered Cash, Ending	\$ 57,386.39	\$ 82,973.63		

UNIFIED SCHOOL DISTRICT #247**CHEROKEE, KANSAS****AT RISK FOUR YEAR OLD FUND**

Schedule of Receipts and Expenditures - Actual and Budget - Regulatory Basis

For the Fiscal Year Ended June 30, 2018

With Comparative Actual for Fiscal Year Ended June 30, 2017

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Operating Transfer from General Fund	\$ 105,500.00	\$ 77,126.94	\$ 50,000.00	\$ 27,126.94
Total Receipts	105,500.00	77,126.94	\$ 50,000.00	\$ 27,126.94
Expenditures				
Instruction	55,500.00	54,200.00	\$ 54,200.00	\$ -
Total Expenditures	55,500.00	54,200.00	\$ 54,200.00	\$ -
Receipts Over (Under) Expenditures	50,000.00	22,926.94		
Unencumbered Cash, Beginning	679.00	50,679.00		
Unencumbered Cash, Ending	\$ 50,679.00	\$ 73,605.94		

UNIFIED SCHOOL DISTRICT #247

CHEROKEE, KANSAS

AT RISK K-12 FUND

Schedule of Receipts and Expenditures - Actual and Budget - Regulatory Basis

For the Fiscal Year Ended June 30, 2018

With Comparative Actual for Fiscal Year Ended June 30, 2017

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Operating Transfers from Other Funds				
General	\$ 45,000.00	\$ -	\$ 100,000.00	\$ (100,000.00)
Supplemental General	510,000.00	626,527.44	425,000.00	201,527.44
Total Receipts	555,000.00	626,527.44	\$ 525,000.00	\$ 101,527.44
Expenditures				
Instruction	504,396.25	572,763.18	\$ 561,500.00	\$ 11,263.18
Support Services				
Student Support	26,962.56	27,736.61	39,000.00	(11,263.39)
Transportation Services	65.67	-	-	-
Total Expenditures	531,424.48	600,499.79	\$ 600,500.00	\$ (0.21)
Receipts Over (Under) Expenditures	23,575.52	26,027.65		
Unencumbered Cash, Beginning	103,361.45	126,936.97		
Unencumbered Cash, Ending	\$ 126,936.97	\$ 152,964.62		

UNIFIED SCHOOL DISTRICT #247

CHEROKEE, KANSAS

VIRTUAL EDUCATION FUND

Schedule of Receipts and Expenditures - Actual and Budget - Regulatory Basis

For the Fiscal Year Ended June 30, 2018

With Comparative Actual for Fiscal Year Ended June 30, 2017

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Operating Transfers from Other Funds				
General	\$ 5,000.00	\$ 10,000.00	\$ 27,500.00	\$ (17,500.00)
Supplemental General	-	-	-	-
Total Receipts	5,000.00	10,000.00	\$ 27,500.00	\$ (17,500.00)
Expenditures				
Instruction	5,000.00	7,550.00	\$ 27,500.00	\$ (19,950.00)
Support Services	-	-	-	-
Total Expenditures	5,000.00	7,550.00	\$ 27,500.00	\$ (19,950.00)
Receipts Over (Under) Expenditures	-	2,450.00		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ 2,450.00		

UNIFIED SCHOOL DISTRICT #247
CHEROKEE, KANSAS
CAPITAL OUTLAY FUND

Schedule of Receipts and Expenditures - Actual and Budget - Regulatory Basis

For the Fiscal Year Ended June 30, 2018

With Comparative Actual for Fiscal Year Ended June 30, 2017

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Local Sources				
Ad valorem tax	\$ 252,336.89	\$ 266,082.49	\$ 249,154.00	\$ 16,928.49
Delinquent tax	6,890.76	8,271.27	3,349.00	4,922.27
Interest on idle funds	1,925.95	2,731.54	1,500.00	1,231.54
Other	31,960.56	45,956.13	10,000.00	35,956.13
County Sources				
Motor vehicle tax	48,366.17	47,937.48	47,049.00	888.48
State Sources				
State aid	96,395.00	79,549.00	79,553.00	(4.00)
Operating Transfers from Other Funds				
General	102,646.91	270,891.75	-	270,891.75
Total Receipts	540,522.24	721,419.66	\$ 390,605.00	\$ 330,814.66
Expenditures				
Instruction	17,041.63	379.00	\$ 150,000.00	\$ (149,621.00)
Support Services	32,590.86	104,922.29	180,000.00	(75,077.71)
Facility Acquisition and Construction Services	198,088.46	256,622.83	300,000.00	(43,377.17)
Subtotal Expenditures	247,720.95	361,924.12	630,000.00	(268,075.88)
Adjustment for Reimbursements	-	-	35,956.13	(35,956.13)
Total Expenditures	247,720.95	361,924.12	\$ 665,956.13	\$ (304,032.01)
Receipts Over (Under) Expenditures	292,801.29	359,495.54		
Unencumbered Cash, Beginning	275,731.34	568,532.63		
Unencumbered Cash, Ending	\$ 568,532.63	\$ 928,028.17		

UNIFIED SCHOOL DISTRICT #247

CHEROKEE, KANSAS

DRIVER EDUCATION FUND

Schedule of Receipts and Expenditures - Actual and Budget - Regulatory Basis

For the Fiscal Year Ended June 30, 2018

With Comparative Actual for Fiscal Year Ended June 30, 2017

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Local Sources				
Other	\$ 210.00	\$ 211.94	\$ -	\$ 211.94
State Sources				
State aid	1,536.00	384.00	1,680.00	(1,296.00)
Operating Transfers from Other Funds				
General	-	-	-	-
Supplemental General	-	-	-	-
Total Receipts	1,746.00	595.94	\$ 1,680.00	\$ (1,084.06)
Expenditures				
Instruction	1,109.99	1,320.00	\$ 3,975.00	\$ (2,655.00)
Support Services				
Operations and Maintenance	-	-	500.00	(500.00)
Total Expenditures	1,109.99	1,320.00	\$ 4,475.00	\$ (3,155.00)
Receipts Over (Under) Expenditures	636.01	(724.06)		
Unencumbered Cash, Beginning	5,640.70	6,276.71		
Unencumbered Cash, Ending	\$ 6,276.71	\$ 5,552.65		

UNIFIED SCHOOL DISTRICT #247
CHEROKEE, KANSAS
FOOD SERVICE FUND

Schedule of Receipts and Expenditures - Actual and Budget - Regulatory Basis

For the Fiscal Year Ended June 30, 2018

With Comparative Actual for Fiscal Year Ended June 30, 2017

		Current Year		Variance -
	Prior Year Actual	Actual	Budget	Over Under
Receipts				
Local Sources				
Food sold	\$ 80,158.71	\$ 72,905.65	\$ 97,390.00	\$ (24,484.35)
Other	-	-	115,000.00	(115,000.00)
State Sources				
Food service aid	2,654.85	2,895.58	2,224.00	671.58
Federal Sources				
Child nutrition aid	206,373.93	230,534.99	172,390.00	58,144.99
Fruits and vegetables grant	6,974.59	11,999.48	3,500.00	8,499.48
Other Federal grants	59,929.37	750.00	-	750.00
Operating Transfers from Other Funds				
General	61,305.93	55,000.00	25,000.00	30,000.00
Supplemental General	-	-	-	-
Total Receipts	<u>417,397.38</u>	<u>374,085.70</u>	<u>\$ 415,504.00</u>	<u>\$ (41,418.30)</u>
Expenditures				
Support Services				
Operations and Maintenance	6,048.79	1,491.94	\$ 11,000.00	\$ (9,508.06)
Operation on Non-Instructional Services				
Food Service Operations	414,610.92	370,033.38	<u>443,900.00</u>	(73,866.62)
Subtotal Expenditures			<u>454,900.00</u>	
Adjustment for Unbudgeted grants	-	-	<u>8,499.48</u>	<u>(8,499.48)</u>
Total Expenditures	<u>420,659.71</u>	<u>371,525.32</u>	<u>\$ 463,399.48</u>	<u>\$ (91,874.16)</u>
Receipts Over (Under) Expenditures	(3,262.33)	2,560.38		
Unencumbered Cash, Beginning	<u>43,428.67</u>	<u>40,166.34</u>		
Unencumbered Cash, Ending	<u>\$ 40,166.34</u>	<u>\$ 42,726.72</u>		

UNIFIED SCHOOL DISTRICT #247
CHEROKEE, KANSAS
PROFESSIONAL DEVELOPMENT FUND

Schedule of Receipts and Expenditures - Actual and Budget - Regulatory Basis

For the Fiscal Year Ended June 30, 2018

With Comparative Actual for Fiscal Year Ended June 30, 2017

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Local Sources				
Other	\$ -	\$ -	\$ 1,000.00	\$ (1,000.00)
State Sources				
Other State aid	-	197.00	-	197.00
Operating Transfers from Other Funds				
General	2,000.00	20,000.00	-	20,000.00
Supplemental General	-	-	-	-
Total Receipts	<u>2,000.00</u>	<u>20,197.00</u>	<u>\$ 1,000.00</u>	<u>\$ 19,197.00</u>
Expenditures				
Support Services				
Instructional Support	<u>1,934.71</u>	<u>13,377.24</u>	<u>\$ 17,500.00</u>	<u>\$ (4,122.76)</u>
Total Expenditures	<u>1,934.71</u>	<u>13,377.24</u>	<u>\$ 17,500.00</u>	<u>\$ (4,122.76)</u>
Receipts Over (Under) Expenditures	65.29	6,819.76		
Unencumbered Cash, Beginning	<u>29,684.95</u>	<u>29,750.24</u>		
Unencumbered Cash, Ending	<u>\$ 29,750.24</u>	<u>\$ 36,570.00</u>		

UNIFIED SCHOOL DISTRICT #247
CHEROKEE, KANSAS
PARENT EDUCATION FUND

Schedule of Receipts and Expenditures - Actual and Budget - Regulatory Basis

For the Fiscal Year Ended June 30, 2018

With Comparative Actual for Fiscal Year Ended June 30, 2017

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Local Sources				
Other	\$ -	\$ -	\$ -	\$ -
Operating Transfers from Other Funds				
General	-	9,400.00	7,000.00	2,400.00
Supplemental General	-	12,100.00	-	12,100.00
Total Receipts	-	21,500.00	\$ 7,000.00	\$ 14,500.00
Expenditures				
Support Services				
Instructional Support	-	7,000.00	\$ 7,000.00	\$ -
Total Expenditures	-	7,000.00	\$ 7,000.00	\$ -
Receipts Over (Under) Expenditures	-	14,500.00		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ 14,500.00		

UNIFIED SCHOOL DISTRICT #247
CHEROKEE, KANSAS
SPECIAL EDUCATION FUND

Schedule of Receipts and Expenditures - Actual and Budget - Regulatory Basis
For the Fiscal Year Ended June 30, 2018

With Comparative Actual for Fiscal Year Ended June 30, 2017

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Local Sources				
Other	\$ 22,986.37	\$ 3,250.00	\$ -	\$ 3,250.00
Federal Sources				
Other	-	3,147.00	-	3,147.00
Operating Transfers from Other Funds				
General	965,453.00	759,735.00	800,000.00	(40,265.00)
Supplemental General	-	-	-	-
Total Receipts	<u>988,439.37</u>	<u>766,132.00</u>	<u>\$ 800,000.00</u>	<u>\$ (33,868.00)</u>
Expenditures				
Instruction	887,990.37	702,194.00	\$ 833,880.00	\$ (131,686.00)
Support Services				
Transportation	<u>55,467.58</u>	<u>37,737.44</u>	<u>77,500.00</u>	<u>(39,762.56)</u>
Total Expenditures	<u>943,457.95</u>	<u>739,931.44</u>	<u>\$ 911,380.00</u>	<u>\$ (171,448.56)</u>
Receipts Over (Under) Expenditures	44,981.42	26,200.56		
Unencumbered Cash, Beginning	<u>296,531.90</u>	<u>341,513.32</u>		
Unencumbered Cash, Ending	<u>\$ 341,513.32</u>	<u>\$ 367,713.88</u>		

UNIFIED SCHOOL DISTRICT #247

CHEROKEE, KANSAS

VOCATIONAL EDUCATION FUND

Schedule of Receipts and Expenditures - Actual and Budget - Regulatory Basis

For the Fiscal Year Ended June 30, 2018

With Comparative Actual for Fiscal Year Ended June 30, 2017

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Local Sources				
Other	\$ 43.80	\$ -	\$ -	\$ -
State Sources				
State aid	7,914.00	7,832.00	3,600.00	4,232.00
Federal Sources				
Other aid	-	100.00	3,600.00	(3,500.00)
Operating Transfers from Other Funds				
General	80,000.00	75,000.00	50,000.00	25,000.00
Supplemental General	-	-	-	-
Total Receipts	87,957.80	82,932.00	\$ 57,200.00	\$ 25,732.00
Expenditures				
Instruction	49,367.48	62,381.97	\$ 79,500.00	\$ (17,118.03)
Total Expenditures	49,367.48	62,381.97	\$ 79,500.00	\$ (17,118.03)
Receipts Over (Under) Expenditures	38,590.32	20,550.03		
Unencumbered Cash, Beginning	10,970.81	49,561.13		
Unencumbered Cash, Ending	\$ 49,561.13	\$ 70,111.16		

UNIFIED SCHOOL DISTRICT #247

CHEROKEE, KANSAS

KPERS RETIREMENT FUND

Schedule of Receipts and Expenditures - Actual and Budget - Regulatory Basis

For the Fiscal Year Ended June 30, 2018

With Comparative Actual for Fiscal Year Ended June 30, 2017

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
State Sources				
State aid	\$ -	\$ 465,320.27	\$ 524,524.00	\$ (59,203.73)
Operating Transfers from Other Funds				
General	339,497.61	-	-	-
Total Receipts	339,497.61	465,320.27	\$ 524,524.00	\$ (59,203.73)
Expenditures				
Instruction	210,623.98	285,947.50	\$ 323,790.00	\$ (37,842.50)
Support Services				
Student Support	12,399.83	18,321.82	18,845.00	(523.18)
Instructional Support	12,077.57	15,337.79	18,065.00	(2,727.21)
General Administration	17,505.27	25,708.14	27,552.00	(1,843.86)
School Administration	31,831.89	46,941.78	49,000.00	(2,058.22)
Operations and Maintenance	25,290.87	32,448.42	38,340.00	(5,891.58)
Other Support Services	-	-	-	-
Transportation Services	17,976.73	23,932.02	30,347.00	(6,414.98)
Operation of Noninstructional Services-				
Food Service Operations	11,791.47	16,682.80	18,585.00	(1,902.20)
Total Expenditures	339,497.61	465,320.27	\$ 524,524.00	\$ (59,203.73)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	-	-		

UNIFIED SCHOOL DISTRICT #247**CHEROKEE, KANSAS****CONTINGENCY RESERVE FUND**

Schedule of Receipts and Expenditures - Actual - Regulatory Basis

For the Fiscal Year Ended June 30, 2018

With Comparative Actual for Fiscal Year Ended June 30, 2017

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Receipts		
Operating Transfer from General Fund	<u>\$ 75,000.00</u>	<u>\$ 75,000.00</u>
Total Receipts	<u>75,000.00</u>	<u>75,000.00</u>
Expenditures		
Instruction	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>
Receipts Over (Under) Expenditures	<u>75,000.00</u>	<u>75,000.00</u>
Unencumbered Cash, Beginning	<u>150,000.00</u>	<u>225,000.00</u>
Unencumbered Cash, Ending	<u><u>\$ 225,000.00</u></u>	<u><u>\$ 300,000.00</u></u>

UNIFIED SCHOOL DISTRICT #247
CHEROKEE, KANSAS
TEXTBOOK RENTAL FUND

Schedule of Receipts and Expenditures - Actual - Regulatory Basis
For the Fiscal Year Ended June 30, 2018
With Comparative Actual for Fiscal Year Ended June 30, 2017

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Receipts		
Local Sources		
Fees	\$ 7,311.00	\$ 1,800.00
Operating Transfer from General Fund	<u>40,000.00</u>	<u>80,000.00</u>
Total Receipts	<u>47,311.00</u>	<u>81,800.00</u>
Expenditures		
Instruction	<u>10,875.43</u>	<u>59,067.83</u>
Total Expenditures	<u>10,875.43</u>	<u>59,067.83</u>
Receipts Over (Under) Expenditures	36,435.57	22,732.17
Unencumbered Cash, Beginning	<u>33,532.08</u>	<u>69,967.65</u>
Unencumbered Cash, Ending	<u>\$ 69,967.65</u>	<u>\$ 92,699.82</u>

UNIFIED SCHOOL DISTRICT #247**CHEROKEE, KANSAS****TITLE I FUND**

Schedule of Receipts and Expenditures - Actual - Regulatory Basis

For the Fiscal Year Ended June 30, 2018

With Comparative Actual for Fiscal Year Ended June 30, 2017

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Receipts		
Federal Sources		
Federal aid	<u>\$ 156,677.00</u>	<u>\$ 147,212.00</u>
Total Receipts	<u>156,677.00</u>	<u>147,212.00</u>
Expenditures		
Instruction	156,779.48	143,528.58
Support Services	<u>3,469.35</u>	<u>3,683.42</u>
Total Expenditures	<u>160,248.83</u>	<u>147,212.00</u>
Receipts Over (Under) Expenditures	(3,571.83)	-
Unencumbered Cash, Beginning	<u>3,571.83</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>

UNIFIED SCHOOL DISTRICT #247
CHEROKEE, KANSAS
TITLE II TEACHER QUALITY FUND

Schedule of Receipts and Expenditures - Actual - Regulatory Basis

For the Fiscal Year Ended June 30, 2018

With Comparative Actual for Fiscal Year Ended June 30, 2017

	Prior Year Actual	Current Year Actual
Receipts		
Federal Sources		
Federal aid	\$ 34,851.00	\$ 33,568.00
Total Receipts	34,851.00	33,568.00
Expenditures		
Instruction	34,851.00	33,568.00
Total Expenditures	34,851.00	33,568.00
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ -

UNIFIED SCHOOL DISTRICT #247
CHEROKEE, KANSAS
STUDENT LAPTOPS FUND

Schedule of Receipts and Expenditures - Actual - Regulatory Basis
For the Fiscal Year Ended June 30, 2018
With Comparative Actual for Fiscal Year Ended June 30, 2017

	Prior Year Actual	Current Year Actual
Receipts		
Local Sources		
Fees	\$ 8,866.65	\$ 4,476.39
Operating Transfer from Fund	35,000.00	40,000.00
Total Receipts	43,866.65	44,476.39
Expenditures		
Instruction	11,890.00	-
Total Expenditures	11,890.00	-
Receipts Over (Under) Expenditures	31,976.65	44,476.39
Unencumbered Cash, Beginning	27,522.47	59,499.12
Unencumbered Cash, Ending	\$ 59,499.12	\$ 103,975.51

UNIFIED SCHOOL DISTRICT #247
CHEROKEE, KANSAS
GRANT FUND

Schedule of Receipts and Expenditures - Actual - Regulatory Basis
For the Fiscal Year Ended June 30, 2018
With Comparative Actual for Fiscal Year Ended June 30, 2017

	Prior Year Actual	Current Year Actual
Receipts		
Local Sources		
Other	\$ 12,304.55	\$ 65,066.42
Save the Children Grant	-	-
FAST Grant	-	-
Early Childhood	240.00	-
Federal Sources		
Kansas Reading Roadmap	157,275.99	144,340.26
Rural Low Income Grant	24,627.00	-
21st Century Grant	60,000.00	-
Total Receipts	<u>254,447.54</u>	<u>209,406.68</u>
Expenditures		
Instruction	201,625.96	184,920.16
Support Services	52,367.72	25,060.88
Total Expenditures	<u>253,993.68</u>	<u>209,981.04</u>
Receipts Over (Under) Expenditures	453.86	(574.36)
Unencumbered Cash, Beginning	<u>(4,013.57)</u>	<u>(3,559.71)</u>
Unencumbered Cash, Ending	<u>\$ (3,559.71)</u>	<u>\$ (4,134.07)</u>

UNIFIED SCHOOL DISTRICT #247
CHEROKEE, KANSAS
IMPROVEMENTS FUND

Schedule of Receipts and Expenditures - Actual - Regulatory Basis
For the Fiscal Year Ended June 30, 2018
With Comparative Actual for Fiscal Year Ended June 30, 2017

	Prior Year Actual	Current Year Actual
Receipts		
Local Sources		
Proceeds from Lease Purchase		\$ 750,000.00
Interest earned on funds		320.23
Total Receipts		750,320.23
Expenditures		
Improvements		654,995.00
Cost of Issuance		15,000.00
Total Expenditures		669,995.00
Receipts Over (Under) Expenditures		80,325.23
Unencumbered Cash, Beginning		-
Unencumbered Cash, Ending		\$ 80,325.23

UNIFIED SCHOOL DISTRICT #247
CHEROKEE, KANSAS
AGENCY FUNDS

Schedule of Receipts and Disbursements - Regulatory Basis
For the Fiscal Year Ended June 30, 2018

	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Agency Funds				
Student Organizations				
Southeast High School	\$ 60,767.60	\$ 105,406.14	\$ 97,865.24	\$ 68,308.50
Southeast Jr High School	4,947.06	5,873.60	5,586.27	5,234.39
Southeast Elementary	708.61	1,650.00	559.36	1,799.25
Totals	<u>\$ 66,423.27</u>	<u>\$ 112,929.74</u>	<u>\$ 104,010.87</u>	<u>\$ 75,342.14</u>

**UNIFIED SCHOOL DISTRICT #247
CHEROKEE, KANSAS**

DISTRICT ACTIVITY FUNDS

Summary of Receipts, Expenditures, and Unencumbered Cash - Regulatory Basis
For the Fiscal Year Ended June 30, 2018

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Plus Encumbrances and Accounts Payable	Cash Balance June 30, 2018
Gate Receipts						
Southeast High School	\$ 27,050.72	\$ 47,569.71	\$ 58,381.18	\$ 16,239.25	\$ -	\$ 16,239.25
Southeast Jr High School	9,448.97	15,251.09	14,902.17	9,797.89	-	9,797.89
Total Gate Receipts	36,499.69	62,820.80	73,283.35	26,037.14	-	26,037.14
School Projects						
Southeast Jr High School	1,111.09	-	-	1,111.09	-	1,111.09
Southeast Elementary	4,381.51	7,873.06	10,113.52	2,141.05	-	2,141.05
Total School Projects	5,492.60	7,873.06	10,113.52	3,252.14	-	3,252.14
Totals	\$ 41,992.29	\$ 70,693.86	\$ 83,396.87	\$ 29,289.28	\$ -	\$ 29,289.28